

Norman H. Bangerter Governor Dee C. Hansen Executive Director Dianne R. Nielson, Ph.D. Division Director

State of Utah

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203 801-538-5340

August 24, 1988

Mr. William Moeller American Consolidated Mining 405 South 100 East Pleasant Grove, Utah 80462

Dear Mr. Moeller:

Re: <u>Tentative Approval Update on Notice of Intent, Yellow Hammer Mine, M/045/019, Tooele County, Utah</u>

The tentative approval for your Notice of Intent (NOI), submitted to us on May 19, 1988, has become final. The Division published a brief synopsis of your NOI on June 19, 1988. The public comment period, which ran for 30 days after publication, expired July 19, 1988. No adverse public comment was received pertaining to your NOI, during this time period.

The Division is now ready to proceed in finalizing your application. However, before final approval can be made the Board of Oil, Gas, and Mining must approve the form and amount of reclamation surety, that American Consolidated has proposed to post for the site. This amount, according to your submittal will equal \$16,600. It will be necessary to submit this amount to the Division, prior to Board Approval. Several types of surety are available to you for this purpose; they are listed below:

1. Corporate Surety Bond

2. Federally-insured certificate of deposit payable to the State of Utah, Division.

Cash/Collateral

4. An irrevocable letter of credit, issued by a bank organized to do business in the United States.

5. Escrow account

My apologies for not informing you earlier concerning the status of your application and the expiration of the public comment period.

Sincerely,

Holland Shepherd

Reclamation Soils Specialist